LC000012

2021 -- H 5627

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2021

AN ACT

RELATING TO MOTOR AND OTHER VEHICLES

Introduced By: Representatives Tobon, Carson, Edwards, C Lima, Barros, Corvese, and Craven Date Introduced: February 19, 2021

Referred To: House Environment and Natural Resources

It is enacted by the General Assembly as follows:

1	SECTION	1. Title 31 of th	e General Laws entitled	"MOTOR AND OTHER	VEHICLES"

- 2 is hereby amended by adding thereto the following chapter:
- 3 <u>CHAPTER 54</u>
- 4 CONTROL OF AIR POLLUTION FROM MOTOR VEHICLES -- LOW EMISSION DIESEL
- 5 <u>31-54-1. Definitions.</u>
- 6 <u>Unless specifically defined in the general laws, the terms used in this chapter have the</u>
- 7 meanings commonly ascribed to them in the field of air pollution control. The words and terms
- 8 specified in this chapter, have the meanings as defined in this section, unless the context clearly
- 9 <u>indicates otherwise.</u>
- 10 (1) Additive means any substance that is intentionally added to gasoline or diesel fuel for

11 the purpose of producing a gasoline or diesel fuel in compliance with the requirements of this

- 12 <u>chapter that is:</u>
- 13 (i) A registered additive with the United States Environmental Protection Agency (EPA)
- 14 in accordance with 40 CFR Part 79 (relating to Registration of Fuels and Fuel Additives); or
- 15 (ii) Exempted from the EPA registration requirements in accordance with 40 CFR Part 79.
- 16 (2) Barrel means a unit of measure equal to forty-two (42) United States gallons.

17 (3) Bulk plant means an intermediate gasoline or diesel fuel distribution facility where

- 18 gasoline or diesel fuel is stored and then transported for delivery to a bulk purchaser/consumer or
- 19 retail fuel dispensing facility.

- (4) Bulk purchaser/consumer means a person who purchases or otherwise obtains gasoline
 or diesel fuel in bulk and then dispenses it into the fuel tanks of motor vehicles owned or operated
 by the person.
 (5) Common carrier means a person engaged in the transportation of goods or products of
 another person for compensation and is available to the public for hire.
- 6 (6) Diesel fuel means any middle distillate fuel used in compression-ignition internal
- 7 combustion engines that is commonly or commercially known, sold, or represented as:
- 8 (i) Grade No. 1-D or Grade No. 2-D diesel fuel, in accordance with the active version of
- 9 American Society for Testing and Materials (ASTM) D975 (Standard Specification for Diesel Fuel
- 10 <u>Oils); or</u>
- 11 (ii) Marine Distillate fuel X (DMX), Marine Distillate fuel A (DMA), or Marine Gas Oil
- 12 (MGO) diesel fuel in accordance with the active version of the International Organization for
- 13 <u>Standardization (ISO) 8217 Specifications of Marine Fuels.</u>
- 14 (7) Final blend means a distinct quantity of diesel fuel that is introduced into commerce as
- 15 low emission diesel fuel (LED), without further process.
- 16 (8) Further process means to perform any alteration to diesel fuel, including distillation,
- 17 treating with hydrogen, blending, or addition of an additive, for the purpose of producing a diesel
- 18 fuel in compliance with the requirements of this chapter prior to the diesel fuel being introduced
- 19 into commerce as LED.
- 20 (9) Gasoline means any fuel that is commonly or commercially known, sold, or represented
- 21 as gasoline, in accordance with the active version of American Society for Testing and Materials
- 22 (ASTM) D4814 (Standard Specification for Automotive Spark-Ignition Engine Fuel).
- 23 (10) Import means the process by which gasoline or diesel fuel is transported into the State
- 24 of Rhode Island by any means or method whatsoever, including transport via pipeline, railway,
- 25 truck, motor vehicle, barge, boat, or railway tank car.
- 26 (11) Import facility means the stationary gasoline or diesel fuel transfer point wherein the
- 27 importer takes delivery of imported gasoline or diesel fuel and from which imported gasoline or
- 28 diesel fuel is transferred into the cargo tank truck, pipeline, or other delivery vessel from which the
- 29 <u>fuel will be delivered to a bulk plant, bulk purchaser/consumer, or retail fuel dispensing facility.</u>
- 30 (12) Importer means any person, except a person acting as a common carrier, who imports
- 31 gasoline or diesel fuel.
- (13) Low emission diesel fuel (LED) means any diesel fuel that conforms to the
 requirements specified in §§ 31-54-2, 31-54-3, or 31-54-8 of this chapter.
- 34 (14) Motor vehicle means any self-propelled device powered by a gasoline fueled spark-

- 1 ignition internal combustion engine or a diesel fueled compression-ignition internal combustion
- 2 engine in or by which a person or property is or may be transported, and is required to be registered
- 3 <u>under Rhode Island law § 31-3-2.</u>
- 4 (15) Non-road equipment means any device powered by a gasoline fueled spark-ignition
- 5 internal combustion engine or a diesel fueled compression-ignition internal combustion engine that
- 6 is not required to be registered under Rhode Island law § 31-3-2.
- 7 (16) Produce means perform the process to convert liquid compounds into gasoline or
- 8 <u>diesel fuel or to further process diesel fuel to create a final blend of LED.</u>
- 9 (17) Producer means any person who owns, leases, operates, controls, or supervises a
- 10 production facility that produces gasoline or diesel fuel.
- 11 (18) Production facility means any facility where gasoline or diesel fuel is produced or that
- 12 <u>manufactures liquid fuels by distilling petroleum.</u>
- 13 (19) Retail fuel dispensing outlet means any establishment where gasoline and/or diesel
- 14 <u>fuel is sold or offered for sale for use in motor vehicles and/or non-road equipment, and the fuel is</u>
- 15 directly dispensed into the fuel tanks of the motor vehicles and/or non-road equipment using the
- 16 <u>fuel.</u>
- 17 (20) Supply means to provide or transfer gasoline or diesel fuel to a physically separate
 18 facility, vehicle, or transportation system.
- 19 **31-54-2.** Low Emission Diesel Standards.
- 20 (a) No person shall sell, offer for sale, supply, or offer for supply, dispense, transfer, allow
- 21 the transfer, place, store, or hold any diesel fuel in any stationary tank, reservoir, within the state
- 22 that may ultimately be used to power a diesel fueled compression-ignition internal combustion
- 23 engine that does not meet the low emission diesel fuel (LED) standards specified in subsection
- (a)(1) and (a)(2) of this section:
- 25 (1) The maximum aromatic hydrocarbon content of LED is ten percent (10%) by volume
- 26 per gallon; and
- 27 (2) The minimum cetane number for LED is forty-eight (48).
- 28 (b) Subsection (a) of this section does not apply to a sale, offer for sale, or supply of diesel
- 29 fuel to a producer where the producer further processes the diesel fuel at the producer's production
- 30 <u>facility prior to any subsequent sale, offer for sale, or supply of the final blend of LED.</u>
- 31 (c) Diesel fuel that has been produced to comply with all specifications for a Certified
- 32 <u>Diesel Fuel Formulation as approved by an executive order by the California Air Resources Board</u>
- 33 for compliance with California diesel fuel regulations that were in effect as of August 4, 2005,
- 34 <u>except for those approved for small refinery compliance, or diesel fuel that has been produced to</u>

1 meet all specifications for diesel fuel under regulations adopted by the California Air Resources 2 Board that were in effect as of August 4, 2005, except for those approved for small refinery 3 compliance, may be used to satisfy the requirements of subsection (a) of this section 4 (d) Alternative diesel fuel formulations that have been approved by the director of environmental management as prescribed in § 31-54-5 may be used to satisfy the requirements of 5 subsection (a) of this section. 6 7 31-54-3. Designative Alternative Limits. 8 (a) Diesel fuel that has been produced to meet all of the designated alternative limits 9 specified in subsection (b) of this section may be used to satisfy the low emission diesel fuel (LED) 10 requirements specified in § 31-54-2(a). 11 (b) The designated alternative limits per gallon of LED are set forth in subsections (b)(1) -12 (b)(6) of this section: 13 (1) An aromatic hydrocarbon content of no greater than twenty-one percent (21.0%) by 14 weight; 15 (2) A polycyclic aromatic hydrocarbon content of no greater than three and five tenths 16 percent (3.5%) by weight; 17 (3) An American Petroleum Institute gravity index of no less than thirty-six and nine tenths (36.9): 18 19 (4) A cetane number of no less than fifty-three (53); 20 (5) A nitrogen content of no greater than five hundred parts per million by weight (500 21 ppmw); and 22 (6) A sulfur content of no greater than fifteen parts per million by weight (15 ppmw). (c) Compliance with the designated alternative limits specified in subsection (b) of this 23 24 section must be determined by the test methods specified in § 31-54-5(a). 25 **31-54-4.** Registration of Diesel Producers and Imports. 26 (a) Each producer and importer that sells, offers for sale, supplies, offers to supply, 27 dispenses, transfers, allows the transfer, places, stores, or holds any diesel fuel in any stationary 28 tank, reservoir, or other container in the state that may ultimately be used to power a diesel fueled 29 compression-ignition internal combustion engine in the state shall register with the director of the 30 department of environment management by no later than forty-five (45) days after the first date the 31 diesel fuel from its production facility or import facility is made available for use in the state. 32 (b) Registration must be submitted on forms prescribed by the director of environmental 33 management and must include, at a minimum, the information specified in subsections (b)(1) 34 through (b)(5) of this section:

1 (1) The legal business name of the producer or importer, mailing address, agency assigned 2 customer reference number, and contact information for the producer or importer, or their 3 authorized representative; 4 (2) A statement of the estimated total number of barrels of low emission diesel fuel that the 5 producer or importer is planning to produce or import in the twelve (12) months following the date of registration that the producer or importer intends to sell, offer for sale, supply, or offer to supply 6 7 from its production facility or import facility for use in the state; 8 (3) The physical address, agency assigned regulated entity reference number, and contact 9 information for each production facility or import facility that is used to produce or import diesel 10 fuel that may be sold, offered for sale, supplied, or offered for supply for use in the state; 11 (4) Any other information determined by the director of environmental management to be 12 necessary to identify the persons responsible for the adequacy of diesel supply in the state; and

13 (5) A signed statement of consent by the registrant that the director of environmental

14 <u>management is permitted to collect samples and access documentation and records at any</u>

15 production facility or import facility used to produce or import diesel fuel that may ultimately be

16 <u>used to power a diesel fueled compression-ignition internal combustion engine in the state.</u>

17 (c) The department of environment management shall maintain a listing of all registered

18 producers and importers.

19 <u>31-54-5. Approved Test Methods.</u>

- (a) Compliance with the diesel fuel content requirements of this division must be
 determined by applying the appropriate test methods and procedures specified in the active version
 of American Society for Testing and Materials (ASTM) D975 (Standard Specification for Diesel
 Fuel Oils), or by applying the supplementary test methods and procedures specified in subsections
 (a)(1) through (a)(5) of this section, as appropriate.
 (1) The aromatic hydrocarbon content may be determined by the active version of ASTM
- 26 Test Method D5186 (Standard Test Method for Determination of Aromatic Content and

27 Polynuclear Aromatic Content of Diesel Fuels and Aviation Turbine Fuels by Supercritical Fluid

28 Chromatography). The following correlation equation must be used to convert the supercritical

- 29 <u>fluid chromatography (SFC) results in mass percent to volume percent: aromatic hydrocarbons</u>
- 30 <u>expressed in percent by volume = 0.916 x (aromatic hydrocarbons expressed in percent by weight)</u>
- 31 <u>+ 1.33.</u>

32 (2) The polycyclic aromatic hydrocarbon (also referred to as polynuclear aromatic
 33 hydrocarbons or PAH) content may be determined by the active version of ASTM Test Method

34 <u>D5186 (Standard Test Method for Determination of Aromatic Content and Polynuclear Aromatic</u>

- 1 Content of Diesel Fuels and Aviation Turbine Fuels by Supercritical Fluid Chromatography). The
- 2 correlation equation specified in subsection (a)(1) of this section must be used to convert the SFC
- 3 results in mass percent to volume percent.
- 4 (3) The nitrogen content may be determined by the active version of ASTM Test Method
- 5 <u>D4629 (Standard Test Method for Trace Nitrogen in Liquid Petroleum Hydrocarbons by</u>
- 6 <u>Syringe/Inlet Oxidative Combustion and Chemiluminescence Detection).</u>
- 7 (4) The American Petroleum Institute (API) gravity index may be determined by the active
- 8 version of ASTM Test Method D287 (Standard Test Method for API Gravity of Crude Petroleum
- 9 and Petroleum Products (Hydrometer Method)).
- 10 (5) The distillation temperatures may be determined by the active version of ASTM Test
- Method D86 (Standard Test Method for Distillation of Petroleum Products at Atmospheric
 Pressure).
- 13 (b) Modifications to the testing methods and procedures in this section may be approved
- 14 by the director of environmental management after consultation with an agreement by the United
- 15 <u>States Environmental Protection Agency (EPA).</u>
- 16 (c) The director of environmental management, upon application, may approve alternative 17 diesel fuel formulations as prescribed under § 31-54-2(d) that may be used to satisfy the low 18 emission diesel fuel (LED) requirements specified in § 31-54-2(a) if the applicant has demonstrated 19 to the satisfaction of the director of environmental management and the EPA in accordance with 20 the procedures specified in subsection (c)(1) of this section that the alternative diesel fuel 21 formulation will achieve equivalent or better reductions in emissions of nitrogen oxides (NOX).
- 22 (1) The applicant shall submit documentation demonstrating that the applicable fuel 23 properties of the alternative diesel fuel formulation demonstrate at least a five and five tenths 24 percent (5.5%) reduction in NOX emissions from on-road diesel fuel for the year 2007, and at least a six and two tenths percent (6.2%) reduction in NOX emissions from non-road diesel fuel, using 25 26 the Unified Model as described in the EPA staff discussion document, Strategies and Issues in 27 Correlating Diesel Fuel Properties with Emissions, Publication Number EPA420-P-01-001, 28 published July 2001. 29 (2) For alternative diesel fuel formulations that achieve emission reductions as
- 30 demonstrated in accordance with the criteria specified in subsection (c)(1) of this section, the 31 applicant shall provide documentation to the director of environmental management upon 32 application that includes the cetane number, aromatic hydrocarbon content, specific gravity, and 33 the temperature corresponding to the fifty percent (50%) point on the distillation curve in degrees
- 34 Fahrenheit (T50) of the alternative diesel fuel formulation for which the applicant is requesting

- 1 approval as determined in accordance with the test methods and procedures specified in subsection
- 2 (a) of this section.
- 3 (3) If the alternative diesel fuel formulation has been demonstrated to the satisfaction of 4 the director of environmental management and the EPA to achieve comparable or better reductions 5 in emissions of NOX in accordance with subsection (c)(1) of this section, then the director of environmental management may issue a notice of approval indicating that the alternative diesel fuel 6 7 formulation may be used to satisfy the LED requirements of § 31-54-2(a). 8 (A) The approval notification must identify the specifications of the alternative diesel fuel 9 formulation as approved under this subsection by listing the cetane number, aromatic hydrocarbon 10 content, specific gravity, and the temperature corresponding to the fifty percent (50%) point on the 11 distillation curve in degrees Fahrenheit (T50) of the alternative diesel fuel formulation as 12 documented in subsection (c)(2) of this section. 13 (B) The approval notification must assign an identification number to the specific approved 14 alternative diesel fuel formulation. 15 (d) Approval of any additive-based alternative diesel fuel formulation as prescribed under 16 this section prior to April 1, 2012, and thereafter, is subject to revocation if the director of 17 environmental management determines that the composition of the additive component of the approved alternative diesel fuel formulation has been altered so that it no longer matches the 18 19 composition of the additive as originally approved. If the director of environmental management 20 revokes the approval of an additive-based alternative diesel formulation, producers using the 21 alternative diesel formulation to satisfy the LED requirements of § 31-54-2(a) must discontinue all 22 use of the alternative diesel formulation within forty-five (45) days of the date of revocation. 23 (e) All alternative diesel fuel formulations approved by the director of environmental 24 management as prescribed under this section prior to April 1, 2012, may continue to be used to comply with the provisions specified in this division. 25 26 <u>31-54-6. Monitoring, Recordkeeping, and Reporting Requirements.</u>
- 27 (a) Every producer or importer that has elected to sell, offer for sale, supply, or offer for 28 supply low emission diesel fuel (LED) produced at its production facility or imported from its
- 29 import facility in compliance with the requirements specified in §§ 31-54-2, 31-54-3, or 31-54-8
- 30 that may ultimately be used in the state are subject to the applicable requirements of this section.
- 31 (b) Each producer or importer of LED must keep records that declare or demonstrate that
- 32 each final blend of LED conforms to the basic LED standards as specified in § 31-54-2(a), to the
- designated alternative limits as specified in § 31-54-3, to the specifications of a Certified Diesel 33
- 34 Fuel Formulation or a diesel fuel as accepted under § 31-54-2(c), to an alternative diesel fuel

1 formulation as approved under § 31-54-2(d), or to an alternative emission reduction plan as 2 approved under § 31-54-8. 3 (c) Each producer or importer of LED shall collect and analyze a representative sample of 4 each final blend of LED produced at its production facility or imported from its import facility for 5 the fuel properties specified in subsections (c)(1) through (c)(5) of this section. (1) The aromatic hydrocarbon content and cetane number must be analyzed for LED 6 7 produced or imported in accordance with § 31-54-2(a) using the test methods specified in § 31-54-8 5(a) (relating to Approved Test Methods). 9 (2) The aromatic hydrocarbon content, cetane number, and/or any other appropriate 10 components specified in the applicable California diesel fuel regulations or the executive order 11 issued by the California Air Resources Board (CARB) must be analyzed for LED produced or 12 imported in accordance with § 31-54-2(c) using the test methods specified in § 31-54-5(a) and if 13 appropriate, the test methods as listed in the executive order issued by CARB. 14 (3) The appropriate components of the alternative diesel fuel formulation as listed in the 15 approval notification issued by the director of environmental management under § 31-54-5 must 16 be analyzed for LED produced or imported in accordance with § 31-54-2(d) using the methodologies specified in § 31-54-5(a) and if appropriate, the test methods as listed in the approval 17 18 notification. 19 (4) The aromatic hydrocarbon content, polycyclic aromatic hydrocarbon content, 20 American Petroleum Institute (API) gravity index, cetane number, nitrogen content, and sulfur 21 content must be analyzed for LED produced or imported in accordance with § 31-54-3 using the 22 test methods specified in § 31-54-5(a). 23 (5) The aromatic hydrocarbon content, cetane number, specific gravity, and the 24 temperature corresponding to the fifty percent (50%) point on the distillation curve in degrees Fahrenheit (T50) must be analyzed for LED produced in accordance with § 31-54-8(b)(1) using 25 26 the test methods specified in § 31-54-5(a). 27 (6) If the final blend of LED required to be analyzed in subsections (c)(2) and (c)(3) of this 28 section is produced at a production facility with the use of an additive as it is being loaded directly 29 to tanks, pipelines, tank ships, railway tank cars, tank trailers, or fuel delivery trucks, the producer 30 or importer may satisfy the sampling requirements of this subsection by recording the volume of 31 additive and the volume of diesel additized in each final blend of LED as it is produced at the 32 production facility. The analysis of the volumetric record must demonstrate that sufficient additive 33 was added to the final blend of LED to maintain the appropriate additive concentration per gallon 34 as listed in the approval notification issued by the director of environmental management or in the

1 <u>executive order issued by the CARB.</u>

2 (7) The producer or importer shall maintain records showing the sample date, identity of the final blend sampled, identity of the container or other vessel sampled, volume of the final blend 3 4 sampled, and the fuel properties of each sample as analyzed in accordance with subsections (c)(1)5 through (c)(6) of this section as appropriate, for two (2) years from the date each sample was 6 collected. 7 (8) All LED produced by the producer at its production facilities or imported by the 8 importer from its import facilities and not tested by the producer or importer as required by this 9 subsection will be deemed to exceed the standards specified in § 31-54-2, unless the producer or 10 importer demonstrates that the LED meets those standards and limits. 11 (d) A producer or importer subject to the requirements of this division shall provide to the 12 director of environmental management any records required to be maintained by the producer or 13 importer in accordance with this section within fifteen (15) days of a written request from the 14 director of environmental management, if the request is received before expiration of the period 15 during which the records are required to be maintained. Whenever a producer or importer fails to 16 provide records regarding a final blend of LED in accordance with the requirements of this section, 17 the final blend of LED will be presumed to have been sold by the producer or importer in violation of the standards specified in § 31-54-2 to which the producer or importer has elected to be subject. 18 19 (e) All parties in the distribution chain (i.e., producers, importers, bulk plants, common 20 carriers, and retail fuel dispensing outlets) that supply diesel fuel subject to the requirements 21 specified in § 31-54-2 that may ultimately be used in this state shall maintain copies or records of 22 product transfer documents for a minimum of two (2) years and shall upon request, make such 23 copies or records available to representatives of the commission, United States Environmental 24 Protection Agency, or local air pollution agency having jurisdiction in the area. The product transfer 25 documents must contain, at a minimum, the information specified in subsections (e)(1) through 26 (e)(7) of this section: 27 (1) The date of transfer; 28 (2) The name and address of the transferor; 29 (3) The name and address of the transferee; 30 (4) In the case of transferors or transferees who are producers or importers, the registration 31 number of those persons as assigned by the commission under § 31-54-4; 32 (5) The volume of diesel fuel being transferred; (6) The location of the diesel fuel at the time of transfer; and 33 34 (7) One of the certification statements specified in subsections (e)(7)(i), (e)(7)(ii), or

1 (e)(7)(iii) of this section, as appropriate:

2	(i) "This product is low emission diesel and may be used as fuel for diesel engines in the
3	state."; or
4	(ii) "This product may not be used as fuel for diesel engines in the state without further
5	processing."; or
6	(iii) "This product has been produced under a TCEQ approved alternative emission
7	reduction plan and may be used as fuel for diesel engines in the state."
8	(f) Each producer or importer of LED subject to subsection (a) of this section shall provide
9	a quarterly summation report to the director of environmental management no later than the fourty-
10	fifth day following the end of each calendar quarter and must maintain a record of the information
11	submitted in the quarterly report for two (2) years from the date of each report. The quarterly report
12	must be submitted on forms prescribed by the director of environmental management and must
13	include, at a minimum, the information specified in subsections (f)(1) through (f)(3) of this section
14	for each of the producer's production facilities or for each of the importer's import facilities:
15	(1) The total volume of LED produced or imported during the calendar quarter that is
16	subject to the requirements of this section, and if the volume of LED required to be reported in this
17	subsection was produced with the use of an additive, the total volume of additive used to produce
18	the LED must also be included in the quarterly report;
19	(2) A reconciliation of the records required in subsection (c)(7) of this section for each
20	sample collected and analyzed during the calendar quarter; and
21	(3) Any other information determined by the executive director to be necessary to
22	demonstrate that the producer or importer has produced or imported LED that has satisfied the
23	requirements specified in §§ 31-54-2, 31-54-3, or 31-54-8.
24	(g) Each producer or importer electing to sell, offer for sale, supply, or offer to supply LED
25	in accordance with § 31-54-2(c) shall provide to the director of environmental management, as
26	applicable, a copy of the executive order issued by the CARB for the Certified Diesel Fuel
27	Formulation used to produce the LED or documentation demonstrating that the LED has been
28	produced to meet all specifications for diesel fuel under regulations adopted by the CARB, except
29	for those approved for small refinery compliance, that were in effect as of August 4, 2005.
30	31-54-7. Exemptions to Low Emission Diesel Requirements.
31	(a) Any diesel fuel subject to the low emission diesel (LED) requirements specified in §
32	31-54-2 that is either in a research, development, or test status; or is sold to petroleum, automobile,
33	engine, or component manufacturers for research, development, or test purposes; or any diesel fuel
34	to be used by, or under the control of, petroleum, additive, automobile, engine, or component

1 <u>manufacturers for research, development, or test purposes, is exempted from the provisions of this</u>

2 <u>section (relating to Low Emission Diesel)</u>, provided that:

3 (1) The diesel fuel is kept segregated from non-exempt product, and the person possessing

- 4 the product maintains documentation identifying the product as research, development, or testing
- 5 <u>fuel, as applicable, and stating that it is to be used only for research, development, or testing</u>
 6 <u>purposes; and</u>
- 7 (2) The diesel fuel is not sold, dispensed, or transferred, or offered for sale, dispensing, or
- 8 transfer from a retail fuel dispensing facility. It shall also not be sold, dispensed, or transferred, or
- 9 offered for sale, dispensing, or transfer from a wholesale purchaser-consumer facility, unless such
- 10 <u>facility is associated with fuel, automotive, or engine research, development, or testing.</u>
- 11 (b) Any diesel fuel subject to the LED requirements specified in § 31-54-2 that is refined,
- 12 sold, dispensed, transferred, or offered for sale, dispensing, or transfer as competition racing fuel
- 13 is exempted from the provisions of this division, provided that:
- 14 (1) The fuel is kept segregated from non-exempt fuel, and the party possessing the fuel for
- 15 the purposes of refining, selling, dispensing, transferring, or offering for sale, dispensing, or transfer
- 16 as competition racing fuel maintains documentation identifying the product as racing fuel, restricted
- 17 <u>for non-highway use in competition racing motor vehicles or engines;</u>
- (2) Each pump stand at a regulated facility, from which the fuel is dispensed, is labeled
 with the applicable fuel identification and use restrictions described in subsection (b)(1) of this
 section; and
- 21 (3) The fuel is not sold, dispensed, transferred, or offered for sale, dispensing, or transfer
- 22 <u>for highway use in a motor vehicle.</u>
- (c) The owner or operator of a retail fuel dispensing outlet is exempt from all requirements
 of § 31-54-6 (relating to Monitoring, Recordkeeping, and Reporting Requirements) except § 31-
- 25 <u>54-6(e)</u>.
- 26 (d) Diesel fuel that does not meet the LED requirements of § 31-54-2 is not prohibited from
 27 being transferred, placed, stored, and/or held within the affected counties so long as it is not
- 28 <u>ultimately used to power a diesel fueled compression-ignition internal combustion engine operating</u>
- 29 in a motor vehicle or in non-road equipment in the state except for that used in conjunction with
- 30 purposes stated in subsections (a) and (b) of this section.
- 31 <u>31-54-8. Alternative Emission Reduction Plan.</u>
- 32 (a) Diesel fuel that is sold, offered for sale, supplied, or offered for supply by a producer
- 33 who submits an alternative emission reduction plan in accordance with subsection (b) of this section
- 34 that is approved by the director of environmental management will be considered in compliance

1 with the low emission diesel (LED) requirements of § 31-54-2(a).

2	(b) The alternative emission reduction plan must demonstrate, using the Unified Model as
3	described in the United States Environmental Protection Agency (EPA) staff discussion document,
4	Strategies and Issues in Correlating Diesel Fuel Properties with Emissions, Publication Number
5	EPA420-P-01-001, published July 2001, that the average fuel properties of all on-road diesel fuel
6	produced in any given calendar quarter that is sold, offered for sale, supplied, or offered for supply
7	by the producer for use in the state achieve at least a five and five tenths percent (5.5%) reduction
8	in nitrogen oxides (NOX) emissions for the year 2007; and the average fuel properties of all non-
9	road diesel produced in any given calendar quarter that is sold, offered for sale, supplied, or offered
10	for supply by the producer for use in the state achieve at least a six and two tenths percent (6.2%)
11	reduction in NOX emissions.
12	(c) An alternative emission reduction plan must be approved by the director of
13	environmental management prior to the use of that plan for compliance with the requirements of
14	this section.
15	(d) The director of environmental management shall approve or disapprove alternative
16	emission reduction plans that have been submitted by producers in accordance with subsection (b)
17	of this section within forty-five (45) days of submittal.
18	(e) Alternative emission reduction plans submitted to the director of environmental
19	management in accordance with subsection (b) of this section must contain sufficient
20	documentation to validate the average diesel.

LC000012

EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO MOTOR AND OTHER VEHICLES

1 This act would create a low emission diesel standard used to power a diesel fueled 2 compression-ignition internal combustion engine, and would limit the sale, offer to supply, transfer, 3 place, store, or holding of diesel fuel used to power a compression-ignition internal combustion 4 engine that does not comply with this act. Each producer and importer that sells, offers for sale, 5 supplies, offers to supply, dispenses, allows the transfer to place, store, or hold any diesel fuel that may be used to power a diesel fueled compression-ignition internal combustion engine in the state 6 7 would be required to register with the director of the department of environmental management. 8 Diesel fuel that is sold, offered for sale, supplied, or offered for supply by a producer who submits 9 and is approved for an alternative emission reduction plan from the director of environmental 10 management would be in compliance with this act. This act shall take effect December 1, 2021. 11 This act would take effect on December 1, 2021.

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